

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2002

	Month Ended 7/31/2002				Current Fiscal YTD	Prior Year FY02	3 Years Ended 6/30/2002	5 Years Ended 6/30/2002
	Allocation							
	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY								
<i>Structured Growth</i>								
AllianceBernstein	56,632	2.1%	2.3%	-7.10%	-7.10%	-28.65%	-16.80%	N/A
Russell 1000 Growth				-5.50%	-5.50%	-26.49%	-16.15%	N/A
<i>Structured Value</i>								
LSV	64,278	2.3%	2.3%	-8.45%	-8.45%	2.41%	5.40%	N/A
Russell 1000 Value				-9.30%	-9.30%	-8.96%	-2.92%	N/A
<i>S&P 500 Index</i>								
State Street	271,755	9.9%	10.5%	-7.77%	-7.77%	-18.03%	-9.27%	3.58%
S&P 500				-7.80%	-7.80%	-17.99%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	392,665	14.3%	15.0%	-7.79%	-7.79%	-16.89%	-8.30%	3.74%
S&P 500				-7.80%	-7.80%	-17.99%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY								
<i>Manager-of-Managers</i>								
SEI	121,750	4.4%	5.0%	-13.68%	-13.68%	-12.92%	N/A	N/A
Russell 2000 + 200bp				-14.93%	-14.93%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	121,750	4.4%	5.0%	-13.68%	-13.68%	-12.92%	1.75%	4.02%
Russell 2000				-15.10%	-15.10%	-8.59%	1.67%	4.44%
CONVERTIBLES								
TCW	262,876	9.5%	10.0%	-7.22%	-7.22%	-20.37%	-2.22%	N/A
First Boston Convertible Index				-6.25%	-6.25%	-12.44%	0.11%	N/A
INTERNATIONAL EQUITY								
<i>Large Cap - Active</i>								
Capital Guardian	0	0.0%	0.0%	N/A	-10.19%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				N/A	-10.04%	-14.62%	-7.32%	-1.89%
DOMESTIC FIXED INCOME								
<i>Core Bond</i>								
Western Asset	739,228	26.8%	25.0%	-0.21%	-0.21%	8.36%	8.53%	7.80%
Lehman Aggregate				1.21%	1.21%	8.62%	8.10%	7.57%
<i>Index</i>								
Bank of ND	397,371	14.4%	15.0%	1.32%	1.32%	8.38%	7.79%	7.42%
Bank of ND CD'S	-	0.0%	0.0%	N/A	0.29%	5.04%	5.55%	5.48%
Total Index	397,371	14.4%	15.0%	1.32%	1.22%	8.14%	7.66%	7.30%
Lehman Gov/Corp				1.20%	1.20%	8.24%	7.86%	7.47%
<i>BBB Average Quality</i>								
Strong	289,116	10.5%	10.0%	-1.70%	-1.70%	N/A	N/A	N/A
Lehman US Credit BAA				-2.23%	-2.23%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	1,425,715	51.7%	50.0%	-0.08%	-0.07%	7.55%	7.88%	7.42%
Lehman Aggregate				1.21%	1.21%	8.24%	7.86%	7.47%
CASH EQUIVALENTS								
Bank of ND	552,067	20.0%	20.0%	0.16%	0.16%	2.41%	4.76%	4.99%
90 Day T-Bill				0.15%	0.15%	2.63%	4.68%	4.84%
TOTAL RISK MANAGEMENT FUND	2,755,073	100.00%	100.00%	-2.45%	-2.45%	-2.73%	0.04%	3.23%
POLICY TARGET BENCHMARK				-1.92%	-1.92%	0.31%	1.44%	4.45%

NOTE: Monthly returns and market values are preliminary and subject to change.